EIGHTY-FOURTH GENERAL ASSEMBLY 2012 REGULAR SESSION DAILY

SENATE CLIP SHEET

APRIL 3, 2012

HOUSE AMENDMENT TO SENATE FILE 2123

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S-5157
      Amend Senate File 2123, as passed by the Senate, as
2 follows:
      1. Page 1, before line 1 by inserting:
      <Section 1. Section 124.201, subsection 4, Code
5 2011, is amended to read as follows:
      4. If any new substance is designated as a
7 controlled substance under federal law and notice of
8 the designation is given to the board, the board shall
9 similarly designate as controlled the new substance
10 under this chapter after the expiration of thirty days
11 from publication in the Federal Register of a final
12 order designating a new substance as a controlled
13 substance, unless within that thirty-day period the
14 board objects to the new designation. In that case
15 the board shall publish the reasons for objection
16 and afford all interested parties an opportunity
17 to be heard. At the conclusion of the hearing the
18 board shall announce its decision. Upon publication
19 of objection to a new substance being designated
20 as a controlled substance under this chapter by the
21 board, control under this chapter is stayed until 22 the board publishes its decision. If a substance
23 is designated as controlled by the board under this
24 paragraph subsection the control shall be temporary and
25 if within sixty days after the next regular session
26 of the general assembly convenes it has not made the
27 corresponding changes in this chapter, the temporary
28 designation of control of the substance by the board
29 shall be nullified.
      Sec. ____. Section 124.204, subsection 4, paragraph
30
31 ai, Code Supplement 2011, is amended by striking the
32 paragraph and inserting in lieu thereof the following:
      ai. (1) Salvia divinorum.
33
34
      (2) Salvinorin A.
35
      (3) HU-210. [(6aR,10aR)-9-(hydroxymethyl)-6,6-
36 dimethyl-3-(2-methyloctan-2-yl)
37 6a,7,10,10a-tetrahydrobenzo[c] chromen-1-ol)].
38
      (4) HU-211(dexanabinol,
39 (6aS,10aS)-9-(hydroxymethyl)-6,6-
40 dimethyl-3-(2-methyloctan-2-yl)-6a,7,10,10a-tetrahydrobenzo[c]
41 chromen-1-ol).
      (5) Unless specifically exempted or unless
43 listed in another schedule, any material, compound,
44 mixture, or preparation which contains any quantity of
45 cannabimimetic agents, or which contains their salts,
46 isomers, and salts of isomers whenever the existence of
47 such salts, isomers, and salts of isomers is possible
48 within the specific chemical designation.
      (a) The term "cannabimimetic agents" means any
50 substance that is a cannabinoid receptor type 1 (CB1
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 1 receptor) agonist as demonstrated by binding studies
2 and functional assays within any of the following
 3 structural classes:
      (i) 2-(3-hydroxycyclohexyl)phenol with substitution
5 at the 5-position of the phenolic ring by alkyl or
6 alkenyl, whether or not substituted on the cyclohexyl
7 ring to any extent.
      (ii) 3-(1-naphthoyl)indole or
9 3-(1-naphthylmethane)indole by substitution at the
10 nitrogen atom of the indole ring, whether or not
11 further substituted on the indole ring to any extent,
12 whether or not substituted on the naphthoyl or naphthyl
13 ring to any extent.
      (iii) 3-(1-naphthoyl)pyrrole by substitution at
14
15 the nitrogen atom of the pyrrole ring, whether or not
16 further substituted in the pyrrole ring to any extent,
17 whether or not substituted on the naphthoyl ring to any
18 extent.
19
      (iv) 1-(1-naphthylmethylene)indene by substitution
20 of the 3-position of the indene ring, whether or not
21 further substituted in the indene ring to any extent,
22 whether or not substituted on the naphthyl ring to any
23 extent.
24
      (\nabla)
           3-phenylacetylindole or 3-benzoylindole by
25 substitution at the nitrogen atom of the indole ring,
26 whether or not further substituted in the indole ring
27 to any extent, whether or not substituted on the phenyl
28 ring to any extent.
29
      (b) Such terms include:
30
      (i) CP 47,497 and homologues
31 5-(1,1-dimethylheptyl)-
32 2-[(1R,3S)-3-hydroxycyclohexl]phenol.
      (ii) JWH-018 and AM678
33
34 1-Pentyl-3-(1-naphthoyl)indole.
35
      (iii)
             JWH-073 1-Butyl-3-(1-naphthoyl)indole.
      (iv) JWH-200
36
37 \left[1-\left[2-\left(4-\text{morpholinyl}\right)\text{ethyl}\right]-1\text{H-indol}-3-\text{yl}\right]-1-
38 naphthalenyl-methanone.
39
      (v) JWH-19 1-hexyl-3-(1-naphthoyl)indole.
40
      (vi) JWH-81
41 1-pentyl-3-[1-(4-methoxynaphthoyl)]indole.
      (vii) JWH-122
43 1-pentyl-3-(4-methyl-1-naphthoyl)indole.
      (viii) JWH-250 1-pentyl-3-
45 (2-methoxyphenylacetyl)indole.
      (ix) RCS-4 and SR-19
46
47 1-pentyl-3-[(4methoxy)-benzoyl]indole.
      (x) RCS-8 and SR 18 1-cyclohexylethyl-3-
48
49 (2-methoxyphenylacetyl)indole.
50
      (xi) AM2201
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 1 1-(5-fluoropentyl)-3-(1-naphthoyl)indole.
      (xii) JWH-203
 3 1-pentyl-3-(2-chlorophenylacetyl)indole.
      (xiii) JWH-398
5 1-pentyl-3-(4-chloro-1-naphthoyl)indole.
      (xiv) AM694
7 1-(5-fluoropentyl)-3-(2-iodobenzoyl)indole.
      (xv) Cannabicyclohexanol or CP-47,497 C8-homolog
9 5-(1,1-dimethyloctyl)-2-[(1R,3S)-3-hydroxycyclohexyl]-phenol.
10
      (6) Mitragyna speciosa.
11
      (7) Mitragynine.
                 Section 124.204, subsection 6, Code
12
13 Supplement 2011, is amended by adding the following new
14 paragraph:
15
      NEW PARAGRAPH.
                      i.
                          Any substance, compound,
16 mixture or preparation which contains any quantity
17 of any synthetic cathinone that is not approved as
18 a pharmaceutical, including but not limited to the
19 following:
20
      (1)
           Mephedrone, also known as
21 4-methylmethcathinone,(RS)-2-
22 methylamino-l-(4-methylphenyl) propan-1-one.
           3,4-methylenedioxypyrovalerone
23
24 (MDPV)[(1-(1,3-Benzodioxol-5-yl)-2-(1-pyrrolidinyl)-
25 1-pentanone].
          Methylone, also known as
26
      (3)
27 3,4-methylenedioxymethcathinone.
28
      (4)
          Naphthylpyrovalerone (naphyrone).
29
           4-fluoromethcathinone(flephedrone) or a
      (5)
30 positional isomer of 4-fluoromethcathinone.
31
      (6)
          4-methoxymethcathinone (methedrone; Bk-PMMA).
32
      (7) Ethcathinone.
33
           3,4-methylenedioxyethcathinone(ethylone).
      (8)
          Beta-keto-N-methyl-3,4-benzodioxyolybutanamine
34
      (9)
35 (butylone).
      (10) N, N-dimethylcathinone(metamfepramone).
36
37
      (11)
           Alpha-pyrrolidinopropiophenone (alpha-PPP).
            4-methoxy-alpha-pyrrolidinopropiophenone
38
      (12)
39 (MOPPP).
40
            3,4-methylenedioxy-alpha-pyrrolidinopropiophenone
      (13)
41 (MDPPP).
42
      (14) Alpha-pyrrolidinovalerophenone (alpha-PVP).
      (15) 6,7-dihydro-5H-indeno-
43
44 (5,6-d)-1,3-dioxol-6-amine) (MDAI).
45
      (16)
           3-fluoromethcathinone.
46
      (17)
            4'-Methyl-alpha-pyrrolidinobutiophenone
47 (MPBP).
            2-(2,5-Dimethoxy-4-ethylphenyl)ethanamine
48
      (18)
49 (2C-E).
50
      (19)
            2-(2,5-Dimethoxy-4-methylphenyl)ethanamine
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1 (2C-D).
            2-(4-Chloro-2,5-dimethoxyphenyl)ethanamine
2
      (20)
 3(2C-C).
4
      (21)
           2-(4-Iodo-2,5-dimethoxyphenyl)ethanamine
5 (2C-I).
            2-[4-(Ethylthio)-2,5-dimethoxyphenyl]ethanamine
      (22)
7 (2C-T-2).
      (23)
8
            2-[4-(Isopropylthio)-2,5-dimethoxyphenyl]ethanamine
9(2C-T-4).
10
      (24) 2-(2,5-Dimethoxyphenyl)ethanamine (2C-H).
11
      (25)
           2-(2,5-Dimethoxy-4-nitrophenyl)ethanamine
12 (2C-N).
13
      (26) 2-(2,5-Dimethoxy-4-(n)-propylphenyl)ethanamine
14 (2C-P).>
15
      2. Page 1, after line 23 by inserting:
      <Sec. ___. Section 124.401, subsection 1, paragraph
16
17 d, Code Supplement 2011, is amended to read as follows:
     d. Violation of this subsection, with respect
19 to any other controlled substances, counterfeit
20 substances, or simulated controlled substances
21 classified in section 124.204, subsection 4,
22 paragraph "ai", section 124.204, subsection 6,
23 paragraph "i", or classified in schedule IV or V is
24 an aggravated misdemeanor. However, violation of
25 this subsection involving fifty kilograms or less of
26 marijuana or involving flunitrazepam is a class "D"
27 felony.>
28
      3. Page 1, after line 23 by inserting:
29
      <Sec. ____. Section 124.401, subsection 4, Code
30 Supplement 2011, is amended by adding the following new
31 paragraphs:
32
      NEW PARAGRAPH. o.
                          Ammonium sulfate.
33
      NEW PARAGRAPH.
                    p. Ammonium nitrate.
34
      NEW PARAGRAPH.
                      q.
                          Sodium hydroxide.>
35
      4. Page 1, after line 26 by inserting:
      <Sec. ____. EFFECTIVE UPON ENACTMENT.</pre>
36
                                             The following
37 provisions of this Act, being deemed of immediate
38 importance, take effect upon enactment:
39
        The section of this Act amending section
40 124.201, subsection 4.
41
         The section of this Act amending section
42 124.204, subsection 4, paragraph "ai".
         The section of this Act amending section
      3.
44 124.204, subsection 6.
45
      4. The section of this Act amending section
46 124.401, subsection 1, paragraph "d".>
      5. Title page, line 1, after <schedules, > by
48 inserting <including possession of certain substances
49 relating to the manufacture of a controlled substance,>
50
      6. Title page, line 2, by striking <applicable> and
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- 1 inserting <applicable, and including effective date
 2 provisions>
- 3 7. By renumbering as necessary.

RECEIVED FROM THE HOUSE

S-5157 FILED APRIL 2, 2012

HOUSE FILE 561

s-5155

- Amend House File 561, as amended, passed, and 2 reprinted by the House, as follows:
- 3 1. By striking everything after the enacting clause 4 and inserting:
- 5 <Section 1. Section 476.53, subsection 3, paragraph
- 6 a, subparagraph (1), unnumbered paragraph 1, Code 2011,
- 7 is amended to read as follows:
- 8 Files an application pursuant to section 476A.3 to
- 9 construct in Iowa a baseload electric power generating
- 10 facility with a nameplate generating capacity equal to
- 11 or greater than three hundred twenty-five megawatts or
- 12 a combined-cycle electric power generating facility,
- 13 or an alternate energy production facility as defined
- 14 in section 476.42, or to significantly alter an
- 15 existing generating facility. For purposes of this
- 16 subparagraph, a significant alteration of an existing
- 17 generating facility must, in order to qualify for
- 18 establishment of ratemaking principles, fall into one
- 19 of the following categories:>
- 20 2. Title page, by striking lines 1 and 2 and
- 21 inserting <An Act relating to ratemaking principles for
- 22 electric generating facilities.>

By ROBERT M. HOGG

S-5155 FILED APRIL 2, 2012

HOUSE FILE 561

S-5156

- Amend House File 561, as amended, passed, and 2 reprinted by the House, as follows:
 - 1. Page 8, after line 26 by inserting:
- 4 <(f) Limit cost recovery commenced pursuant to
- 5 this section for costs incurred prior to completion of
- 6 construction of the nuclear generating facility and
- 7 commencement of operation to an amount not to exceed
- 8 fifty dollars per residential utility customer, and two
- 9 <u>hundred dollars per commercial or industrial utility</u>
- 10 customer.>
- 11 2. Page 11, after line 20 by inserting:
- 12 <6. A utility that files an application pursuant to
- 13 section 476A.3 to build a nuclear generating facility
- 14 or seeks authority pursuant to a combined construction
- 15 and operating license or an early site permit from
- 16 the United States nuclear regulatory commission
- 17 shall establish a voluntary fund to which utility
- 18 customers or other individuals may contribute for
- 19 costs associated with the construction of new nuclear
- 20 generating facilities.>

By ROBERT M. HOGG

S-5156 FILED APRIL 2, 2012

HOUSE FILE 561

S-5158

- Amend the amendment, $\underline{S-5090}$, to House File 561, 2 as amended, passed, and reprinted by the House, as
- 3 follows:
- 4 1. Page 1, by striking lines 29 through 35.
- 5 2. Page 2, after line 6 by inserting:
- 6 <___. Page 8, after line 26 by inserting:
- 7 <(f) Notwithstanding any other provision to the
- 8 contrary, cost recovery under the ratemaking principles
- 9 established in this section shall be limited to a
- 10 revenue increase applied in the same percentage amount
- 11 to each customer class and designed to recover, on
- 12 an annual basis, not more than five-tenths of one
- 13 percent of the electric utility's previous calendar
- 14 year revenues attributable to billed base rates in this
- 15 state.>>
- 3. By renumbering, redesignating, and correcting
- 17 internal references as necessary.

By JOE BOLKCOM

S-5158 FILED APRIL 2, 2012



Fiscal Note



Fiscal Services Division

SF 2326 – Renewable Energy Tax Credits (LSB 5686SV)

Analyst: Jeff Robinson (Phone: 515-281-4614) (jeff.robinson@legis.state.ia.us)

Fiscal Note Version – New

Description

Senate File 2326 relates to Iowa's wind energy production tax incentives. The Bill:

- Adds 15 megawatts per year to the 1.5 cent per kilowatt-hour tax credit under <u>lowa Code</u> <u>chapter 476C</u> (Renewable Energy Tax Credit), beginning 2015 and ending 2019. This adds a total of 75 megawatts of eligible capacity to the wind 476C tax credit program.
- Adds 5 megawatts per year to the 1.5 cent per kilowatt-hour tax credit for nonwind projects under lowa Code chapter 476C, beginning 2015 and ending 2019. This adds a total of 25 megawatts of eligible capacity to the nonwind 476C tax credit program.

The Bill is effective July 1, 2012.

Assumptions

Iowa Code chapter 476C Future Wind and Nonwind Projects:

- Sufficient demand will exist in calendar years 2015 through 2019 to fully utilize the 100 megawatts of new production authorized.
- The average capacity factor will equal 38.0% for wind projects and 80.0% for nonwind projects.
- Once earned, tax credits will be redeemed:
 - o Initial year = 80.0%
 - Second year = 15.0%
 - \circ Third year = 5.0%

Fiscal Impact

The 100 megawatts of Iowa Code chapter 476C wind and nonwind energy production capacity added starting calendar year 2015 will reduce net General Fund revenue when tax credits earned through those projects are redeemed. The following table provides the projected additional net General Fund revenue reduction associated with those 100 megawatts.

Est. General Fund Revenue Reductions				
Tax Credit Redemptions				
100MW of New 476C Tax Credits				
Available CY 2015 to CY 2019				
\$ in Millions				
·				
FY 2017	\$	0.0	FY 2026	\$ 0.0
FY 2018		1.0	FY 2027	6.4
FY 2019		2.2	FY 2028	5.4
FY 2020		3.5	FY 2029	4.1
FY 2021		4.8	FY 2030	2.9
FY 2022		6.1	FY 2031	1.6
FY 2023		6.3	FY 2032	0.3
FY 2024		6.4	FY 2033	0.1
FY 2025		6.4	FY 2034	0.0
Total Fiscal Impact = \$63.9 million				

Tax credits earned under Iowa Code Chapter 476C are not refundable, so to the extent the credits are redeemed through individual income tax returns they will impact the calculation of the Local Option Income Surtax for Schools. The statewide average impact will be approximately 3.0% of the net General Fund impact, but only for those credits redeemed on individual income tax returns.

The Iowa Utilities Board has significant duties related to evaluating and approving projects eligible under Iowa Code chapter 476C. This Bill will expand and extend the workload of the Board staff. The Utilities Board estimates that an additional 0.5 FTE position will be necessary once the new projects begin to apply for the additional credits in CY 2015 and salaries, benefits, and support for the position will total approximately \$45,000 per year.

Sources

Legislative Services Agency Analysis Iowa Utilities Board Iowa Department of Revenue Natural Resources Defense Council

/s/ Holly M. Lyons
April 2, 2012

The fiscal note for this bill was prepared pursuant to **Joint Rule 17**. Data used in developing this fiscal note, including correctional and minority impact information, is available from the Fiscal Services Division of the Legislative Services Agency upon request.